

TETRAGON

TETRAGON FINANCIAL GROUP LIMITED (TFG) MONTHLY UPDATE FOR JANUARY 2011

February 16, 2011

Tetragon Financial Group Limited (TFG) is a Guernsey closed-ended investment company traded on Euronext Amsterdam by NYSE Euronext under the ticker symbol "TFG".

In this monthly update, unless otherwise stated, we report on the consolidated business incorporating TFG and Tetragon Financial Group Master Fund Limited. ⁽¹⁾

Net Asset Value Estimates as of January 31, 2011

(Amounts provided are unaudited and subject to change)

		<i>(in millions except per share data)</i>
Estimated Fair Value of Investments:		\$1,053.8
Cash and Cash Equivalents:		\$150.8
Net Other Assets/ (Liabilities):		(\$26.2)
Estimated Net Asset Value:		\$1,178.4
TFG Shares Outstanding:		131.2
Net Asset Value per Share: ⁽²⁾		\$9.82

For further information, please contact:

TFG:

David Wishnow/Yuko Thomas
Investor Relations
ir@tetragoninv.com

Press Inquiries:

Citigate Dewe Rogerson
Michael Berkeley/Justin Griffiths/Clare Simonds
tetragon@citigatedr.co.uk

⁽¹⁾TFG invests substantially all its capital through a master fund, Tetragon Financial Group Master Fund Limited ("TFGMF") in which it holds a 100.0% share.

⁽²⁾Excludes 7.30 million shares held in treasury and 3.91 million shares held by a subsidiary.

TETRAGON

Portfolio Composition

Portfolio Held by Tetragon Financial Group Master Fund Limited (unless otherwise stated) As of January 31, 2011

Report Date	TFG Share Price (\$)	TFG group Market Cap (\$MM) ⁽¹⁾	TFG group Net Assets (\$MM)	No. of Closed CLO Transactions		
31 January 2011	\$6.78	\$889.3	\$1,178.4	70 ⁽²⁾		
Capital Allocation by Asset Class		Risk Capital Allocation	Investment - Fair Value (\$MM) ⁽³⁾⁽⁴⁾	Asset Class Allocation		
Broadly Syndicated Senior Secured Loans: US		73.8%	\$773.9			
Broadly Syndicated Senior Secured Loans: Europe		10.4%	\$109.2			
Middle Market Senior Secured Loans: US		15.8%	\$165.6			
CDOs Squared: US		0.0%	\$0.0			
ABS and Structured Finance: US		0.0%	\$0.0			
Total		100.0%	\$1,048.7			
Geographic Allocation by Asset Class		USA	Europe	Asia Pacific	Total	Geographic Allocation
Broadly Syndicated Senior Secured Loans		87.6%	12.4%	0.0%	100.0%	
Middle Market Senior Secured Loans		100.0%	0.0%	0.0%	100.0%	
CDOs Squared		0.0%	0.0%	0.0%	0.0%	
ABS and Structured Finance		0.0%	0.0%	0.0%	0.0%	
		89.6%	10.4%	0.0%	100.0%	
Top 15 Underlying Bank Loan Credits		Bank Loan Exposure ⁽⁵⁾	Top 10 Bank Loan Industry Exposures ⁽⁵⁾			
Community Health	0.96%					
Charter Communications	0.90%					
Univision Communications	0.86%					
TXU Corp	0.85%					
HCA Inc	0.80%					
First Data Corp	0.75%					
Cablevision Systems Corp	0.68%					
Aramark Corp	0.68%					
SunGard Data Systems Inc	0.68%					
Sabre Holdings Corp	0.66%					
UPC Broadband	0.66%					
Federal-Mogul	0.61%					
Georgia Pacific Corp	0.59%					
Las Vegas Sands	0.59%					
Health Management Associates	0.58%					

EUR-USD FX: 1.37

⁽¹⁾ Calculated using TFG shares outstanding and month end exchange price.

⁽²⁾ Excludes CDO-squared and ABS CDO transactions which were written off in October 2007. TFG continues to hold the economic rights to 3 of these written-off transactions.

⁽³⁾ Excludes TFG's investment in LCM Asset Management LLC.

⁽⁴⁾ Equivalent to Investment in Securities at Fair Value in the US GAAP Financial Statements.

⁽⁵⁾ Includes par amount of loans held directly by TFG and also loan exposures via TFG's investments in CLOs. With respect to CLO investments, calculated as a percentage of total corporate loan assets that TFG has exposure to based on its equity-based pro-rata share of each CLO's total portfolio. All calculations are net of any single name CDS hedges held against that credit.

TETRAGON

TETRAGON FINANCIAL GROUP LIMITED (TFG) MONTHLY UPDATE FOR JANUARY 2011

Expected Upcoming Events	Date
2010 audited financial statements	March 2, 2011 (approx)
Q4 dividend ex date	March 2, 2011
Q4 dividend record date	March 4, 2011
Quarterly investor call	March 7, 2011
February 2011 Monthly Report	March 17, 2011 (approx)
Q4 dividend payment date	March 25, 2011

This release does not contain or constitute an offer to sell or a solicitation of an offer to purchase securities in the United States or any other jurisdiction. The securities of TFG have not been and will not be registered under the US Securities Act of 1933 (the "Securities Act"), as amended, and may not be offered or sold in the United States or to US persons unless they are registered under applicable law or exempt from registration. TFG does not intend to register any portion of its securities in the United States or to conduct a public offer of securities in the United States. In addition, TFG has not been and will not be registered under the US Investment Company Act of 1940, and investors will not be entitled to the benefits of such Act. TFG is registered in the public register of the Netherlands Authority for the Financial Markets under Section 1:107 of the Financial Markets Supervision Act ("FMSA") as a collective investment scheme from a designated country. This release constitutes regulated information ("gereguleerde informatie") within the meaning of Section 1:1 of the FMSA.